From: SNR SNR-FY12RateCase (SNR SNR-FY12RateCase)

**To:** Engelbrite, Nannette

CC: Anderson, Sonja; Faust, Charles; Ortiz, Juan; Palwe, Padmini; Rieger, Regina

**Date:** 1/12/2011 1:07 PM **Subject:** Re: Rates FRN question

## Hi Nannette,

Thank you for your question during the consultation and comment period. Please refer to pages 128 and 130 in Western's FRN WAPA-156 (76 FR 127) which briefly talks about adjustments to Exchange Energy program participants' Base Resource percentages when using or giving up exchange energy. Western is not proposing any changes to its current cost recovery methodology related to exchange energy.

All comments, including comments related to exchange energy cost recovery, received by Western during the consultation and comment period will be considered during this rate process. The consultation and comment period ends April 4, 2011.

Steve Richardson Rates (916) 353-4446

## >>> Nannette Engelbrite <Nannette.Engelbrite@ncpa.com> 1/10/2011 9:55 AM >>>

At a recent CCC meeting, some customers had asked how we could change the methodology for calculating the Energy Exchange Program monthly rate. Specifically we wanted to know if we could change the calculation from a monthly rate to an annual rate. We were told that our request may need to be handled during the upcoming formal rates process. I've now been through the FRN and find no reference to the Energy Exchange Program rate methodology.

If we still want to pursue a change in the calculation, should we comment during this process or ??? Could you please advise. TY. Nannette.

P. Nannette Engelbrite Sr. Power Contract Specialist NCPA 651 Commerce Drive Roseville, CA 95678 916.781.4272 916.749.2443 cell 916.781.4252 fax

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